HUB RESEARCH & DEVELOPMENT CO., INC.

S0150043 Task 3939 cc: wayne Paul

377 West 1500 South Salt Lake City (801) 466-0056 fax (801) 466-1073

minrasol a aol.com

Mr. Wayne Western. Mr. Paul Baker, State Of Utah Department of Natural Resources Division of Oil, Gas, & Mining 1594 West North Temple Salt Lake City, Utah USA 84114-5801 (801) 538-5340 fax (801) 359-3940 www.ogm.utah.gov

Dear Sirs.

Enclosed, please find the attached document as requested for your consideration. This is pursuant to our re-evaluation agreement, concerning our existing reclamation bond, currently in place for the Miller Rock mine site, as amended and accepted by the Division in 2006.

As requested, the enclosed proposal or reclamation agreement includes the removal of all such surface items currently in place. This includes any and all vehicles, equipment and or surface structures, as well as any remaining surface debris at the time of reclamation.

Throughout this site's history, it has been our standard procedure to keep all surface disturbances to a minimum; thus preventing the needless degradation of the surrounding areas. After three generations of continuous operation, we remain committed to this ideal.

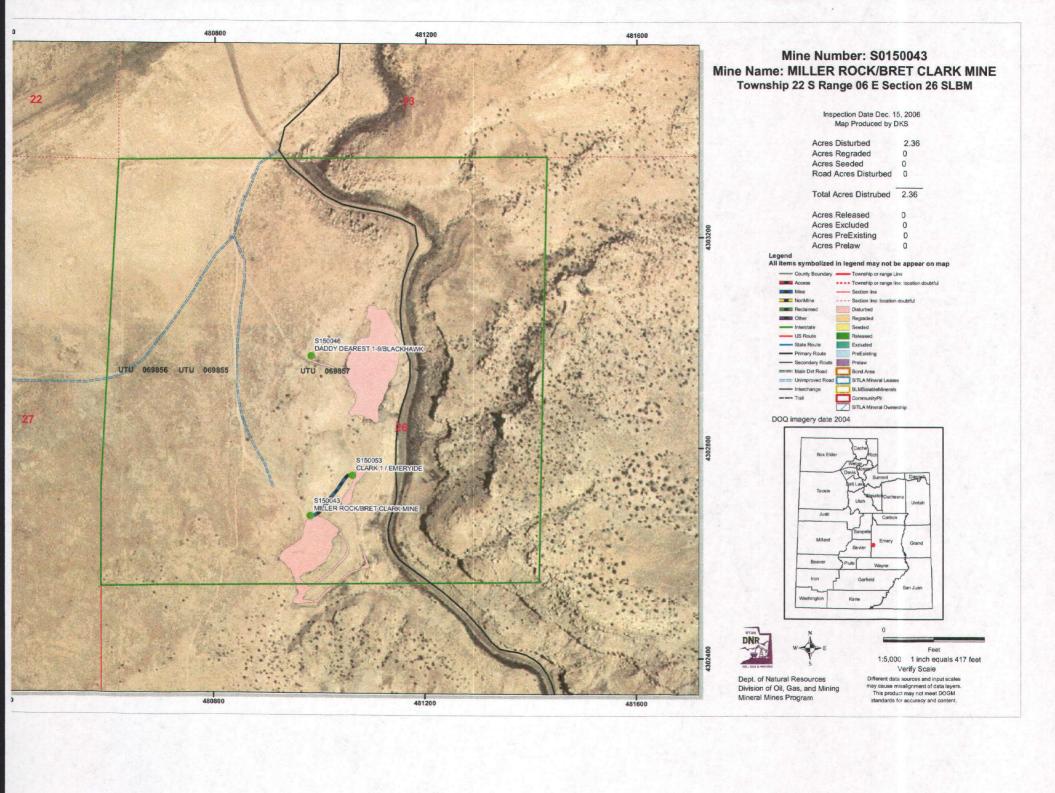
If you have any questions concerning the attached Reclamation Estimate please let me know.

I may be reached at the above number Monday through Friday between the hours of 8:30 AM and 4:00 PM. Thank

Sincerely.

Miller Rock Mine

RECEIVED FEB 1 4 2011



Denning Construction

13726 S. Hackamore Circle, Draper, Utah 84020 1967 N. Cascade Canyon Drive, St George, Utah 84770 (801) 556-6776 Cel

e-mail rauindennine a hormail.com

Estimate

Scope of Work: Reclaim the disturbed area of the Brett Clark Mine and revegetate.

Location: Brett Clark Mine, Emery County, Utah

Specifications:

Reclaim all disturbed roads and site consisting of about 4.51 acres.	\$4,321.60
Seal mine portals with solid grouted cmu block.	\$5,200.00
Demolish and haul away existing wood structure.	\$603.80
Revegetate area	\$1,465.75
Total Cost	\$11,591.15

Payment Schedule: 50% Down - Balance Due upon completion (Note Any amounts not paid as agreed will be charged a finance charge of 1.5% per month along with all reasonable legal and collection fees.

Job Guarantee:

This job to be completed in a timely manner. All work to be preformed in a good workmanlike fashion.

Submitted by

February 10, 2010

R Quin Denning

Project:	
Date:	
Prepared by:	

WORKSHEET 1 DESCRIPTION OF THE WORST-CASE RECLAMATION SCENARIO

Reclaim roads and affected site for the Brett Clark Mine. Grade site to bury or cover existing roads and revegetate.

Bury mine tailings. Remove existing wood structure. Remove all debris from site.

Seal existing mine portals with concrete block grouted solid.

Assumptions:

All equipment to be removed by owner.

Data Source(s):

Site visit

Project.	
Prepared by:	

WORKSHEET 2 STRUCTURE DEMOLITION AND DISPOSAL COSTS

Structures to be demolished:

item	Construction Material	Volume (cubic feet)	Unit Cost Basis (\$)	Demolition Cost (\$)
Cabin	Wood	572		\$328.80
		Subtotal		\$328.80

Other items to	be demolished	(paved	roads,	conveyors,	utility	poles,	rail spu	ırs, etc	:.):
None									

Subtotal	-	•
Suptotal	-	3

Debris Handling and Disposal Costs:

Hauling 1 load

\$275.00

Subtotal = \$ \$275.00

TOTAL DEMOLITION AND DISPOSAL = \$ \$603.80

Data Source(s): Site Visit

Project:	desired the first war of the force of the company of the comment of the company o
Date:	tanda sarta terdagan melapakan menembangan pengentah di panggangan pengga terbasik pengga terbasik pengga 1992
Prepared by:	and the second s

WORKSHEET 3 MATERIAL HANDLING PLAN SUMMARY

Earthmoving Activity	Volume (LCY)	Origin	Destination	Haul Distance (ft)	Grade * (%)	Equipment To Be Used
Mine Tailings	800	Mine Portals	local	126'	1-2%	Back-hoe
en de la companya de	-		والمراجعة			
in manifering graph of the first in manager in the second of the second				The second secon		
	attenue	a a www.communication. In proceeding the statement and the statement and the statement of t	and the state of t	and the second of the second o		and the state of t
rigencial intelligence and characteristic description of the second section of the contraction of the second sections.		and the second s	erenter transmert i bis ancis de transmert de la companya del companya de la companya del companya de la companya del la companya de la compa			
r odda dagar gyng fyrir ri <mark>wgga gall anni y mae o'r glondydd y gyng dillan y</mark> gall o'r gyll a cyn			teritoria de la composição			united the Proposition of the Pr
rus transien, pilopopolis (1885 (1986), politico de conviente des meneros políticos esemblos, propries e esemblos		entre (18. 75) i 25-27 di 1966 di 152 y 15-34) rituaria septembra persona di Carlo di I	aliterative property and the second s			the same the state of the same
anti-pales tale () de pales as pales este appareix de selectiva que a de carrespondence de que accepto esta a						
	The second secon	Commission to the contract of				enterent de proposition de la company de la

Project:	
Date:	
Prepared by:	

WORKSHEET 4A EARTHWORK QUANTITY

Cross-Section/ Station	Distance Between Stations (ft)	End Area (ft²)	Volume (yd³)*	Adjust- ment Factor* (%)	Adjusted Volume (LCY)
NA					
					450
	•				
TOTALS					

^{*} See discussion of material volume estimates in Chapter 2, Step 2, Part II. B. of the Handbook. Select adjustment factor based on the state of the material to be moved.

Project	
Date	
Prepared by:	

WORKSHEET 4B EARTHWORK QUANTITY

Project:	
Date:	
Prepared by:	

WORKSHEET 5 PRODUCTIVITY AND HOURS REQUIRED FOR DOZER USE

Earthmoving Activity:	NA			
Characterization of Dozer Us	ed (type, size, etc.)			
Description of Dozer Use (or	igin, destination, g	rade, haul dista	nce, material, et	<u>:c.)</u> :
Productivity Calculations:				
Operating Adjustment Factor =	operator factor	material factor	efficiency factor	grade factor
x weight correction factor	production rnethod/blade factor	visibility factor	elevation factor	
Net Hourly Production =	LCY/hr X	operating adjust	ment	LCY/hr
produc	ction	factor		
Hours Required = volume to	LCY ÷ _	net hourly production	LCY/hr =	hr
Data Source(s):				

Project:	
Date:	
Prepared by:	

WORKSHEET 6 PRODUCTIVITY AND HOURS REQUIRED FOR DOZER USE-GRADING

Earthmoving A	ctivity:	NA			
Characterizatio	n of Dozer	Used (type, s	ize, etc.):		
Description of I	Dozer Use	(% grade, effe	ctive blade w	ridth, operatin	g speed, etc.):
Productivity Ca	culations:				
Operating Adjustme	ent Factor =	operator factor	material factor	efficiency factor	grade factor
	weight correction factor	production method/blac factor	x visibility factor	elevation factor	•
Hourly Production	average speed	ef	fective blade dth	ft x 5,280 ft/mi	x 1 ac/43,560 m ⁻
Net Hourly Producti		ac/hr) rly suction	operating adj factor	=	ac/hr
Hours Required =	area to b	ac ·	net hourly production	ac/hr =	hr

Project: Date:	
Prepared by.	

WORKSHEET 7 PRODUCTIVITY AND HOURS REQUIRED FOR RIPPER-EQUIPPED DOZER USE

Ripping Activity:	NA		
Characterization of Doze	r and Ripper Use:		
Description of Ripping (r	ipping depth, cut spa	acing, cut length, and	material to be ripped):
Productivity Calculation:			
Cycle Time = (_ ft ÷ 88 ft/min) + _ [speed]	min =	min/pass
Passes/Hour = 60 min/hr +	min/pass) cycle time	efficiency factor	passes/hr
Volume Cut/Pass = (tool per	ft X netration cut spacin	ft Xng cut length	n) ÷ 27 ft³/yd³
Hourly Production =	BCY/pass X	passes/hr = _	BCY/hr
Hours Required = bank vo	BCY ÷	BCY/hr = _	hr

^{*} Fixed turn time depends upon dozer used. 0.25 min/turn is normal.

Remember to use the swell factor to convert from bank cubic yards to loose cubic yards when applying these data to Worksheet 5. Calculate separate dozer hauling of ripped material for each lift on that worksheet.

Project:	
Date:	
Prepared by:	

WORKSHEET 8 PRODUCTIVITY AND HOURS REQUIRED FOR LOADER USE

Earthmoving Acti	ivity: NA				
Characterization	of Loader Use (typ	pe, size, etc.):			
Description of Lo	ader Use (origin,	destination, gra	ide, haul dis	stance, etc.):	
Productivity Calc	ulations:				
Cycle time =	min +	min +		min =	min
(lo	= LC1 heaped bucket	bucket fill	basic cycle	time	
Hourly Production =	LCY +	factor * min	x efficiency factor	x 60 min/hr =	LCY/h
Hours Required = _	LCY volume to be moved	÷ hourly production		hr	
* See loader section o	f equipment manual.				
Data Source(s):					

Project:	
Date:	
Prepared by:	

WORKSHEET 9 PRODUCTIVITY AND HOURS REQUIRED FOR TRUCK USE

Earthmoving Activi	Y: NA				
Characterization of	Truck Use (type, s	ize, etc.):			
Description of Truc	k Use (origin, dest	ination, grade	, haul distan	ce, capacity, etc.):	
Productivity Calcul	ations:				
No. Loader Passes/Truck	truck capacity *	LCY ÷	LCY =	(round down to neares	_ passes
Net Truck Capacity =					
	пет сараспу				
	(from Worksheet 8 or	10)			
Truck Cycle Time = ha	min + return	min + loa time loa	min + ding He	dump and maneuver time	min
No. Trucks Required =	truck cycle time	total loadin	min :	=t	rucks
Production Rate =net					
Hourly Preduction = _	production rate	nîn x 60 min/hr	Xefficiency	=	LCY/hr
Hours Required =	volume to be moved	LCY ÷ hourly p	roduction	LCY/hr =	hr
* Use the average of	the struck and heaped c	apacities.			

Project:	
Date:	
Prepared by:	

WORKSHEET 10 PRODUCTIVITY FOR HYDRAULIC EXCAVATOR USE (BACKHOE OR POWER SHOVEL)

<u>Earthmoving Activities</u>: Move 800 yards to be used a fill for existing cuts.

Characterization of the Excavator Used (type, size, etc.): John Deere 310SG Backhoe

<u>Description of Excavator Used (loading geometry, materials, etc.)</u>: JD 310SG Backhoe with a 24" bucket & 3/4 yd front loader bucket.

Productivity Calculations:

Hours Required =
$$800$$
 LCY ÷ 28.80 LCY/hr = 27.78 hr net hourly production

^{*} See loader section of the equipment manual.

^{**} See excavator section of equipment manual.

Project:	
Date:	
Prepared by:	
The state of the s	

WORKSHEET 11A PRODUCTIVITY OF PUSH-PULL OR SELF-LOADING SCRAPER USE

Earthmoving Activity: NA

Characterization of Scraper Used (type, capacity, etc.):

Description of Scraper Use (origin, destination, grade, haul distance, capacity, etc.):

Productivity Calculations:

Cycle = Time	load time (push-pull is per pair)	min + load	ed trip time	maneuver and spread time	in +	return trip time	nin	(push-pull is per pair)
Hourly Pro	oduction =	capacity,*	LCY x 60 min/h	cycle time	min)	efficiency factor	=	LCY/hr (push-pull is per pair)
Hours Req	juired =	volume to be	LCY ÷		_	hr		

^{*} The average of the struck and heaped capacities; use total for two scrapers for push-pull.

Project.	
Date	No. 2 of the second
Prepared by:	

WORKSHEET 11B PRODUCTIVITY OF DOZER PUSH-LOADED SCRAPER USE

Earthmoving Activity:	NA			
Characterization of Scra	per Used (type, capac	city, etc.):		
Description of Scraper U	se (origin, destinatio	n, grade, haul dista	nce, capacity, etc.):	
List Pusher Tractor(s) U	sed:			
Describe Push Tractor L	oading Method (see	figure on next page):	
Scraper Productivity Ca	culations:			
Cycle Time = mi	loaded trip time	min + maneuver and spread time	min =	min
Hourly Production =	LCY X 60 min/hr	÷ min X cycle	efficiency factor	LCY/hi
Hours Required = volume to	LCY ÷ hou	LCY/hr :	=hr	
* Use the average of the struck	and <u>heaped</u> capacities.			
Push Tractor Productiv	ity Calculations:			
Pusher Cycle Time = scrap	er load time pus	sher factor	min	
Scrapers/Pusher = scrap	er cycle time min ÷ pu	sher cycle time	scrapers	
Pusher Hours Required =	hr ÷	apers per (round	up)	

Project:	
Date:	
Prepared by:	

WORKSHEET 11B (continued) PRODUCTIVITY OF DOZER PUSH-LOADED SCRAPER USE

PUSHER FACTORS	Single Push	Tandem Push
A Back Track Leading	1.5	20
B. Chain Loading	1.3	1.5
C. Shuttle Loading	1.3	1.5

Modified from Terex, 1981.

The following disclaimer pertains to the above illustration from Terex, "Production and Cost Estimating of Material Movement and Earthmoving Equipment."

This manual is a fundamental text on estimating the production and cost of moving materials. It is intended for people associated with the construction industry who prepare job estimates or who evaluate the performance of earthmoving equipment and related costs.

The manual can be used as a supplementary text in those schools and colleges offering formal training in earthmoving techniques. A metric version of this manual is also available.

It will also serve as a reference for those professional consulting engineers who prepare complete job analyses, of which the earthmoving fundamentals covered in this text are only one element.

Estimating the production and costs of earthmoving equipment is not an exact science. While this manual outlines the basic factors or parameters on which estimates can be made, the user must make judgements, and must apply his own experience and know-how to temper the estimate.

This manual, prepared by TEREX, deals with rubbertired and track-laying equipment, and does not attempt to deal with other forms of earthmoving or production. While the formulas and other guides in this manual are entirely satisfactory for most earthmoving jobs, the reader should note that more sophisticated haulage analyses can be quickly accomplished through the use of a computer.

While efforts have been made to utilize percentages, formulas, and other notations in this manual which reflect actual on-the-job conditions, none of the statements in this manual, or the illustrative figures given for machine life, or the costs for owning and operating earthmoving equipment, or the production of such earthmoving equipment should be construed as any form of guarantee that these machines will have any such specific service life, or production capabilities, or that costs related to their ownership and operation will be as indicated.

Data Source(s): TEREX AMERICAS, Tulsa, OK 74107, (918) 445-5802.

A-15 04/05/00

Project:	
Date:	
Prepared by:	

WORKSHEET 12 PRODUCTIVITY AND HOURS REQUIRED FOR MOTORGRADER USE

Earthmoving Activity: Grading roads and site to match terrain.

Characterization of Grader Used (type, size capacity, etc.): John Deere 670G Grader

Description of Grader Route (push distance, grade, effective blade width, operating speed, etc.):
Push distance of 156' a blade width of 12' and operating speed of 2.4 mph to 28.1 mph.

Productivity Calculations:

Grading

$$x = \frac{20\%}{\text{efficiency factor}} = \frac{1.46}{\text{ac/hr}}$$

Scarification

Total Hours Required

Project:	
Date:	
Prepared by:	

WORKSHEET 13 SUMMARY CALCULATION OF EARTHMOVING COSTS

Equipment *	Ownership & Operation Cost (\$/hr)	Labor Cost (\$/hr)	Total Hours Required **	Total Cost *** (\$)
Backhoe	\$95.00	\$25.00	27.78	\$3,333.33
Grader	\$125.00	\$25.00	6.59	\$988.27
			Grand Total	\$4,321.6

^{*} Include all necessary attachments and accessories for each item of equipment. Also, add support equipment such as water wagons and graders to match total project time as appropriate.

^{**} Account for multiple units in truck and/or scraper teams.

To compute Total Cost: Add Ownership & Operation Cost and Labor Cost columns then multiply by Total Hours Required column.

Project:	
Date:	
Prepared by:	

WORKSHEET 14 REVEGETATION COSTS

Name and Description of Area To Be Revegetated:

Description of Revegetation Activities:

Cost Calculation for Individual Revegetation Activities:

	Initial Seeding
	ac x (\$ 75.00 /ac + \$ 250.00 /ac) = \$ \$1,465.75 seedbed preparation seeding, fertilizing & mulching
	Planting Trees and Shrubs
	ac x (\$ /ac + \$ /ac) = \$
area to be planted	l planting herbicide treatment
	Reseeding
NA	ac x / x(\$ /ac + \$ /ac) = \$
	failure rate* seedbed preparation seeding, fertilizing & mulching
	Replanting Trees and Shrubs
NA	ac xx(\$/ac + \$/ac) = \$
area to be planted & unreleased disturbed areas	failure rate' planting herbicide treatment

Other Necessary Revegetation Activities

(Examples of other activities that may be necessary include soll sampling, irrigation, and rill and gully repair. Describe each activity and provide a cost estimate with documentation. Use additional worksheets if necessary.)

Other Costs = \$ NA

TOTAL REVEGETATION COST = \$ 1,465.75

Identify failure rate and basis. If anticipated failure rates vary within the area proposed for disturbance, use a separate worksheet for the area subject to each failure rate.

Project:	
Date:	
Prepared by:	

WORKSHEET 15 OTHER RECLAMATION ACTIVITY COSTS

(Subsidence damage repair costs, water supply replacement costs, funds required to support long-term treatment of unanticipated acid or ferruginous mine drainage, etc.)

Description of Reclamation, Repair or Pollution Abatement Activity:

Seal 3 mine portals with solid grouted cmu block.

Portal 1 8' X 8' opening 64 sq ft
Portal 2 8' X 8' opening 64 sq ft
Portal 3 8' X 10' opening 80 sq ft
Total 208 sq ft

Assumptions:

Cost Estimate-Calculations:

208 sq ft x \$25.00 per sq ft = \$5,200.00

TOTAL COSTS = \$ 5,200.00

Other Documentation or Notes:

(Include additional sheets, maps, calculations, etc., as necessary to document estimate.)